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Quarterly Activities Statement

The Directors of TVN Corporation Limited (ASX code: TVN) are pleased to present the following review of activities for the June quarter.

Nuurst Thermal Coal Project Acquisition in Mongolia

Following extensive preliminary due diligence on over 23 projects during the quarter, on the 24th June 2011, TVN entered into an exclusive option agreement to purchase the Nuurst Thermal Coal Project in central Mongolia.

Project outline:

Nuurst is a 34.5 sq. km exploration licence located 120kms south of Ulaanbaatar in an area with a number of operating coal mines and 6km from existing rail infrastructure. At the time of entering the option agreement and following a review of available historical data, Nuurst **had** an exploration target of:

50 to 100 million tonnes thermal coal
(assuming an average coal thickness of 8m)
Calorific value range Q^{daf} 6200 to 6800 kcal/kg¹

Exploration to date:

As part of the due diligence exploration programme, two holes have been drilled. These holes have intersected significant coal sequence **thickness of 137 m** in hole NDH-01 and **192 m** in hole NDH-02. Both of these holes intersected significant coal seams in excess of 102 m thick.

Assays from Hole NDH-01 have now been received and confirm the anticipated thickness and quality parameters of the 124 m of multiple thermal coal seams intersected. Detailed proximate analyses demonstrate a high degree of consistency in the quality data.

The initial assay indicates a quality Mongolian thermal coal which has similar characteristics to a number of other publicly announced thermal coal projects (see table below).

¹ The tonnage and quality expressed above is conceptual in nature and there has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource.

Peer Comparison - Thermal Projects Mongolia

Company	Project	Distance to existing Rail km	Resource t (million)	Inherent Moisture % adb	Ash % adb	Volatile Matter % adb	Fixed Carbon % adb	Total Sulphur % adb	Calorific Value Kcal/kg adb	Calorific Value Kcal/kg db	Calorific Value Kcal/kg daf	Relative Density g/cm3 ad
TVN	Nuurst	6	?	26.79	11.83	39.71	21.67	1.04	4076	5592	6635	1.47
Hunnu	Unst Khudag	180	676	18.28	21.30	30.07	30.38	1.27	3995	4889	6612	1.41
Peabody Winsway	Union (M&I resource)	13	95	13.10	14.40	38.00		1.40	4916			1.40
Peabody Winsway	Union (Inferred)	13	55	10.80	14.20	38.00		1.20	4002			1.43
Peabody Winsway	erds project	75	807	19.25	25.32	29.70	25.73	1.29	3710			1.55
Xanadu	Galshar	65	62	8.24	9.10	40.80		0.57	5371		6476	1.37
Xanadu	Khar Tarvaga	45	327	19.25	25.32	29.70	25.73	1.29	3742			1.54

references:

Hunnu Coal ASX announcement 1 July 2011 - "JORC Resource estimate for the Unst Khudag Thermal Coal Project"
Polo Annual information form, March 29 2010
Xanadu Mines Prospectus

The above analysis of some of TVN's peer projects within Mongolia outlines the attractiveness of this project. It should be noted that the Peabody/Winsway Union Project resource referred to above is surrounded on three sides by TVN's Nuurst Project.

Further drilling and assaying over the balance of the drill season will be required to better understand coal quality, and scale of coal seam development at Nuurst.

Strategic Location

The Nuurst Project is strategically located approximately 120 km south of Ulaanbaatar, 6 km directly south of a rail siding on a rail spur that connects into the Trans-Mongolian railway. From Nuurst it is either 610 km south to the Chinese border, or 470 km north to the Russian border. Following a review of publicly available information², freight costs on the Trans-Mongolian railway line appear to be in the order of US\$0.023 /tkm giving a transport cost to the Chinese market of approximately US\$14 per tonne.

The location of this project is ideally suited to export coal to regional markets including China, Japan and South Korea via the use of existing rail infrastructure.

² Prophecy Resource Corporation, Pre-Feasibility Study for the Oolan Oovo Project in Northern Mongolia, Wardrop Engineering December 2010.



Figure 1: Location of project in Mongolia

Map sourced from: http://www.nationsonline.org/oneworld/map/mongolia_map2.htm

Low Risk Transaction Structure and Development Profile

The transaction has been structured as an option to acquire the Nuurst coal deposit following completion of a 3 month drilling and due diligence program. The purchase price (prior to additional investment in drilling) equates to 3 cents/ tonne (based on the low end of the exploration target).

Future work at Nuurst

The exploration programme will continue with the aim of defining a JORC reportable Coal Resource covering part of the south western portion of the deposit by the end of 2011. Figure 2 below outlines the location of the drill holes and trenching completed to date.

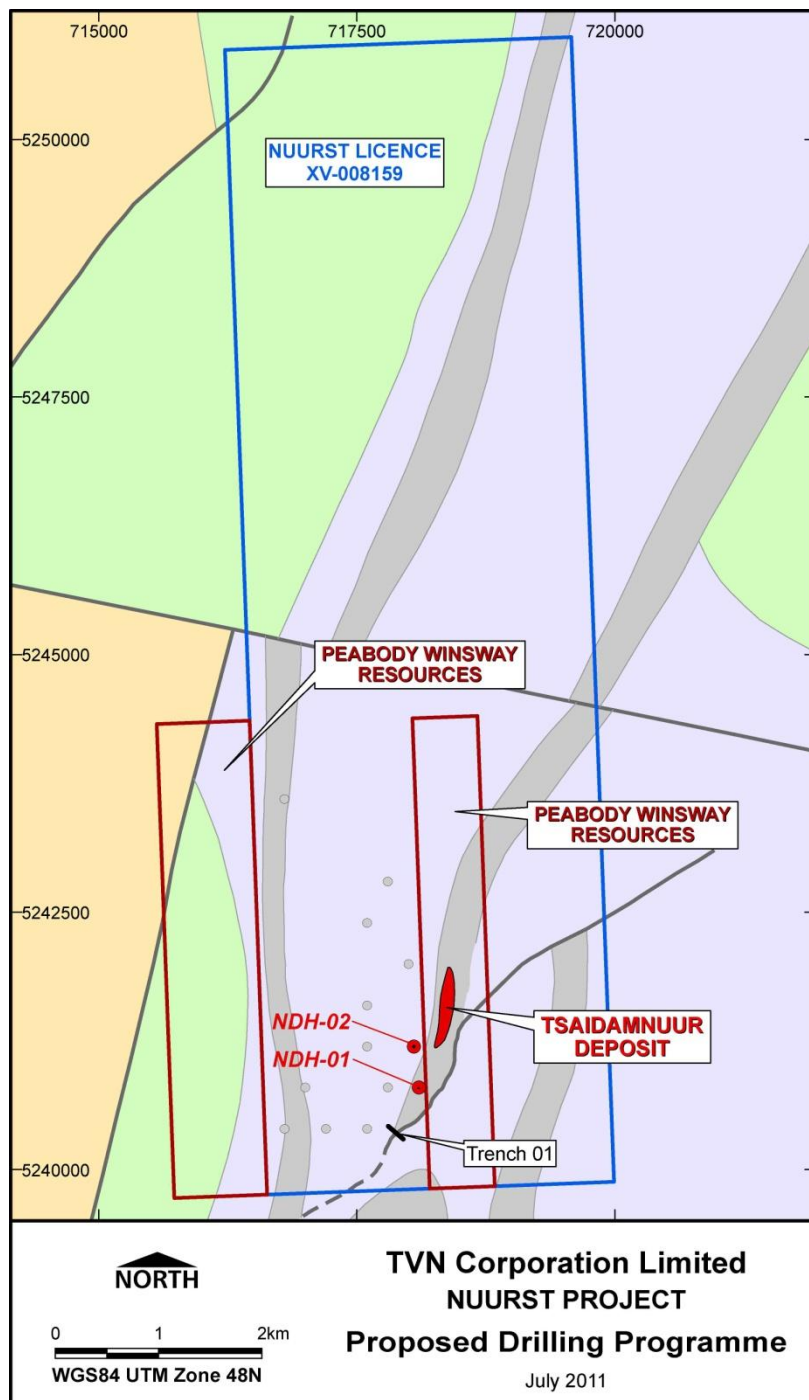


Figure 2: Location of drill holes and trench completed to date

TVN established in Mongolia

Over the past month since acquisition of the project, TVN's Mongolian team has secured governmental approvals on all three local government areas covered by the licence, mobilised drilling and excavating equipment, deployed its geology and drilling team and secured the necessary resources (including fuel supplies) to carry out a thorough exploration programme. This demonstrates the capability of the team TVN has established to acquire, explore and develop its assets in Mongolia.

This is an exciting first project and has provided a robust platform from which TVN intends to grow through exploration and development of the quality Nuurst asset and acquisition of additional quality thermal and coking coal assets within Mongolia.

Capital Raising

In Early July, TVN placed 76 million shares at 2c to raise a total of \$1.52 million dollars to fund the Nuurst acquisition and on-going capital requirements.

Pilbara Tenements, E08/2110 & E08/2111

Data review and compilation continued on these tenements during the quarter.

Other Tenement Applications

TVN currently has a single tenement application in Western Australia (E74/464) which is progressing through the approvals process.



Chris Mardon
Managing Director TVN Corp. Ltd.

Competent Person Statement

The information in this announcement that related to exploration results is based on information obtained from the vendor and Cadastral archives in Mongolia. This information has been reviewed by Mr Geoff Richards of CSA Global Pty Ltd, Western Australia. Mr Richards is a member of the Australian Institute of Geoscientists and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a competent person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Richards consents to the inclusion in the report of the matters based on his information in form and context in which it appears.